House File 670 - Introduced

HOUSE FILE 670 BY INGELS

A BILL FOR

- 1 An Act establishing a butchery innovation and revitalization
- fund and program to be administered by the economic
- 3 development authority and creating a task force to explore
- 4 the feasibility of establishing a community college
- 5 artisanal butchery program.
- 6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 1 Section 1. <u>NEW SECTION</u>. **15E.370 Butchery innovation and** 2 revitalization fund and program.
- 3 l. As used in this section unless the context otherwise 4 requires:
- 5 a. "Financial assistance" means assistance provided only
- 6 from the funds and assets legally available to the authority
- 7 pursuant to this section and includes assistance in the form of
- 8 grants, low-interest loans, and forgivable loans.
- 9 b. "Fund" means the butchery innovation and revitalization 10 fund.
- 11 c. "Located in" means the place or places at which
- 12 a business's operations are located and where at least
- 13 ninety-eight percent of the business's employees work, or where
- 14 employees that are paid at least ninety-eight percent of the
- 15 business's payroll work.
- 16 d. "Program" means the butchery innovation and
- 17 revitalization program.
- 18 2. a. The fund is created in the state treasury under
- 19 the control of the authority and consists of any moneys
- 20 appropriated to the fund by the general assembly and any other
- 21 moneys available and obtained or accepted by the authority
- 22 for placement in the fund. The fund shall be used to award
- 23 financial assistance as provided under the program. The
- 24 authority shall use any moneys specifically appropriated for
- 25 purposes of this section only for the purposes of the program.
- 26 b. Notwithstanding section 8.33, moneys in the fund
- 27 that remain unencumbered or unobligated at the close of the
- 28 fiscal year shall not revert but shall remain available for
- 29 expenditure for the purposes designated until the close of the
- 30 succeeding fiscal year.
- 31 3. The authority shall establish and administer the program
- 32 for the purpose of awarding financial assistance to eligible
- 33 businesses for the following projects:
- 34 a. To expand or refurbish an existing, or to establish a
- 35 new, state-inspected small-scale meat processing business.

- 1 b. To expand or refurbish an existing, or to establish a
- 2 new, federally inspected small-scale meat processing business.
- 3 c. To expand or refurbish an existing, or to establish a
- 4 new, licensed custom locker.
- 5 d. To expand or refurbish an existing, or to establish a
- 6 new, mobile slaughter unit that operates in compliance with
- 7 the most current mobile slaughter unit compliance quide issued
- 8 by the United States department of agriculture food safety and
- 9 inspection service.
- 10 4. The authority shall establish eligibility criteria for
- ll the program by rule. The eligibility criteria must include all
- 12 of the following:
- 13 a. The business must be located in this state.
- 14 b. The business must not have been in violation of any
- 15 federal, state, or local environmental, worker safety, food
- 16 processing, or food safety laws, rules, or regulations at any
- 17 time within the last five years.
- 18 c. The business must only employ individuals legally
- 19 authorized to work in the state.
- 20 d. The business must not currently be in bankruptcy.
- 21 5. A business seeking financial assistance under this
- 22 section shall make application to the authority in the manner
- 23 prescribed by the authority by rule.
- 24 6. Applications shall be accepted during an annual
- 25 application period established by the authority. Upon
- 26 reviewing and scoring all applications that are received during
- 27 the annual application period, and subject to funding, the
- 28 authority shall award financial assistance to the selected
- 29 eligible businesses. The authority shall give priority to
- 30 eligible businesses whose proposed project under subsection 3
- 31 will do any of the following:
- 32 a. Create new jobs.
- 33 b. Create or expand opportunities for local small-scale
- 34 farmers to market processed meat under private labels.
- 35 c. Provide greater flexibility or convenience for local

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- 1 small-scale farmers to have animals processed.
- 7. A business that is awarded financial assistance under
- 3 this section may apply for financial assistance under other
- 4 programs administered by the authority.
- 5 8. The authority shall adopt rules pursuant to chapter 17A
- 6 to administer this section.
- 7 Sec. 2. TASK FORCE ARTISANAL BUTCHERY PROGRAM.
- 8 1. The artisanal butchery program task force is created
- 9 within the economic development authority for the purpose of
- 10 exploring the feasibility of establishing a community college
- 11 artisanal butchery program.
- 12 2. Members of the task force shall be appointed by the
- 13 director of the economic development authority and must include
- 14 one representative of the economic development authority and
- 15 at least one representative of each of the following groups or
- 16 organizations:
- 17 a. The Iowa association of community college trustees.
- 18 b. The Iowa culinary institute.
- 19 c. Artisan butchers that reside and work in the state.
- 20 d. The department of agriculture and land stewardship meat
- 21 and poultry inspection bureau.
- 22 e. Meat science staff at the extension service at Iowa state
- 23 university of science and technology.
- 24 f. The Iowa meat processors association.
- 25 g. Small-scale hog farmers that farm in the state.
- 26 h. Small-scale cattle farmers that farm in the state.
- 27 i. Owners or operators of licensed custom lockers located
- 28 in the state.
- 29 j. Owners or operators of state-inspected small-scale meat
- 30 processing facilities located in the state.
- 31 k. Owners or operators of federally inspected small-scale
- 32 meat processing facilities located in the state.
- 33 l. Individuals who hold a master's or doctoral degree in
- 34 meat science and who reside in the state.
- 35 3. The economic development authority shall provide the

- 1 task force with staff and administrative support.
- The task force shall consider staffing and equipment
- 3 requirements, potential enrollment numbers, overall employment
- 4 outlook for graduates, apprenticeship and internship
- 5 opportunities, program costs, curriculum, and regulatory and
- 6 legal requirements.
- 7 5. The task force shall submit an interim report by
- 8 December 31, 2021, and a final report by December 31, 2022,
- 9 to the general assembly and to the chairpersons and the
- 10 vice-chairpersons of the committees on economic growth
- 11 and education that includes the task force's findings and
- 12 recommendations.
- 13 EXPLANATION
- 14 The inclusion of this explanation does not constitute agreement with
- the explanation's substance by the members of the general assembly.
- 16 This bill establishes a butchery innovation and
- 17 revitalization fund (fund) and a butchery innovation and
- 18 revitalization program (program) to be administered by the
- 19 economic development authority (authority), and creates a task
- 20 force to explore the feasibility of establishing a community
- 21 college artisanal butchery program.
- 22 The bill creates the fund in the state treasury under
- 23 the control of the authority, which consists of any moneys
- 24 appropriated to the fund by the general assembly and any
- 25 other moneys available to the authority for placement in the
- 26 fund. The fund must be used to provide financial assistance
- 27 (assistance) as provided under the program. "Assistance"
- 28 is defined to include assistance in the form of grants,
- 29 low-interest loans, and forgivable loans.
- 30 The authority must use any moneys specifically appropriated
- 31 for purposes of the program only for the purposes of the
- 32 program. The appropriated moneys that remain unencumbered or
- 33 unobligated at the close of the fiscal year do not revert but
- 34 remain available for expenditure for the program until the
- 35 close of the succeeding fiscal year.

- 1 The authority must establish and administer the program
- 2 for the purpose of awarding assistance to eligible businesses
- 3 for projects that expand or refurbish, or that establish a
- 4 new, state or federally inspected small-scale meat processing
- 5 business, licensed custom locker, or mobile slaughter unit.
- 6 A mobile slaughter unit must operate in compliance with the
- 7 most current mobile slaughter unit compliance guide issued by
- 8 the United States department of agriculture food safety and
- 9 inspection service.
- 10 The authority must establish eligibility criteria for the
- 11 program by rule, and the criteria must include the requirements
- 12 detailed in the bill. A business seeking assistance under the
- 13 program must make application to the authority in the manner
- 14 prescribed by the authority by rule. Applications must be
- 15 accepted during an annual application period established by
- 16 the authority. After reviewing and scoring all applications
- 17 received during the application period, and subject to
- 18 funding, the authority must award assistance to the selected
- 19 eligible businesses. The bill requires the authority to give
- 20 priority to eligible businesses whose proposed project will
- 21 create new jobs; create or expand opportunities for local
- 22 small-scale farmers to market processed meat under private
- 23 labels; or provide greater flexibility or convenience for local
- 24 small-scale farmers to have animals processed.
- 25 A business that is awarded assistance under the program may
- 26 apply for assistance under other programs administered by the
- 27 authority.
- 28 The authority is required to adopt rules to administer the
- 29 fund and program.
- 30 The artisanal butchery program task force is created within
- 31 the authority for the purpose of exploring the feasibility of
- 32 establishing a community college artisanal butchery program.
- 33 Members of the task force are appointed by the director of the
- 34 authority and must include representatives of various groups
- 35 and organizations as detailed in the bill. The authority

- 1 must provide the task force with staff and administrative
- 2 support. The task force must consider staffing and equipment
- 3 requirements, potential enrollment numbers, overall employment
- 4 outlook for graduates, apprenticeship and internship
- 5 opportunities, program costs, curriculum, and regulatory and
- 6 legal requirements.
- 7 The bill requires the task force to submit an interim
- 8 report by December 31, 2021, and a final report by December
- 9 31, 2022, to the general assembly and to the chairpersons and
- 10 the vice-chairpersons of the committees on economic growth
- 11 and education, that includes the task force's findings and
- 12 recommendations.